

MINUTES OF THE
TEXAS WATER DEVELOPMENT BOARD
FINANCE COMMITTEE MEETING
May 15, 2012

Chairman Thomas Weir Labatt III called to order the meeting of the Finance Committee of the Texas Water Development Board at 8:30 a.m. in Room 170 of the Stephen F. Austin Building, Austin, Texas. The following Committee Members were present:

Edward G. Vaughan
Monte Cluck

Board Members Lewis H. McMahan, Joe M. Crutcher, and Billy Bradford, Jr. also attended the meeting.

Members of Texas Water Development Board staff attending included: Chris Adams, Renita Bankhead, Stacy Barna, Joyce Bourenane, Carolyn Brittin, Kelly Burton, Melanie Callahan, Katherine Calnan, David Carter, Scott Foltz, Wendy Foster, Larry French, Monica Galuski, Maxine Gilford, Lisa Glenn, Rene Gonzales, Mark Hall, Dan Hardin, Ruben Hernandez, Amanda Jenami, Sandy Kaiser, Merry Klonower, Dain Larsen, Mireya Loewe, Ryan Long, Robert Mace, David Meeseey, Dave Mitamura, Piper Montemayor, Lauren Mulverhill, Matt Nelson, Ken Petersen, Lisa Petoskey, Debbie Ramirez, Cindy Ridgeway, Michael Segner, John Steib, Rebecca Trevino, Comer Tuck, Jeff Walker, and Gilbert Ward.

The following individuals were present:

Danielle Bradford, Piper Jaffray
Roy Calberg, Jefferies
Nora Chavez, Stifel Nicolaus
Mark Ellis, Jefferies
Anne Burger Entrekin, First Southwest
Jose Gaitan, Bank of Texas
Robert Melinger, CitiGroup
Rich Manchaca, BOSC, Inc.
Tilman Naylor, Jefferies
Robin Redford, Ramirez & Co.
Keith Richard, Morgan Stanley
Ben Rosenberg, Coastal Securities

1. CONSIDER APPROVAL OF THE MINUTES OF THE APRIL 2012 MEETING.

Mr. Vaughan moved to approve the minutes as submitted; the motion was seconded by Mr. Cluck; it passed unanimously.

2. BRIEFING AND DISCUSSION RELATING TO AN OVERVIEW OF THE 2014-2015 LEGISLATIVE APPROPRIATIONS REQUEST PROCESS. Renita Bankhead, Director, Budget, presented this item.

No action was taken on this item.

3. BRIEFING AND DISCUSSION ON THE RESULTS OF THE ISSUANCE OF \$149,645,000 STATE OF TEXAS WATER FINANCIAL ASSISTANCE BONDS, SERIES 2012C (DEVELOPMENT FUND), SENIOR MANAGED BY MORGAN STANLEY. Monica Galuski, Financial Analyst, Debt & Portfolio Management, introduced Keith Richards, Morgan Stanley, who presented this item.

No action was taken on this item.

4. BRIEFING AND DISCUSSION ON FISCAL YEAR 2013 CAPACITY ANALYSIS OF THE CLEAN WATER STATE REVOLVING FUND PROGRAM. Piper Montemayor, Director, Debt & Portfolio Management, presented this item. Stacy Barna, Director, Program Development, also addressed the Committee.

No action was taken on this item.

5. BRIEFING AND DISCUSSION ON FISCAL YEAR 2013 CAPACITY ANALYSIS OF THE DRINKING WATER STATE REVOLVING FUND PROGRAM. Piper Montemayor, Director, Debt & Portfolio Management, presented this item.

No action was taken on this item.

6. CONSIDER RECOMMENDING FOR APPROVAL AMENDED UNDERWRITING POLICIES AND PROCEDURES FOR NEGOTIATED BOND TRANSACTIONS. BOARD CONSENT ITEM NO. 5. Monica Galuski, Financial Analyst, Debt and Portfolio Management, presented this item. Piper Montemayor, Director, Debt & Portfolio Management, also addressed the Committee.

Mr. Vaughan moved to recommend approval of the staff recommendation as proposed; the motion was seconded by Mr. Cluck; it passed unanimously.

7. THE COMMITTEE MAY DISCUSS ITEMS FROM THE BOARD MEETINGS OF MAY 15, 2012.

No other items were discussed.

The meeting adjourned at 8:55 a.m.

APPROVED and ordered of record this the 21st day of June, 2012.

TEXAS WATER DEVELOPMENT BOARD
FINANCE COMMITTEE

Monte Cluck, Chairman

ATTEST:

Melanie Callahan
Executive Administrator